From: Darling, Karen (DCH) Sent: [April 24, 2013]

To: [Integrated Care Bidders]

Subject: FW: Michigan's Integrated Care Demonstration

Dear Potential Integrated Care Bidder:

The Michigan Department of Community Health (MDCH) is providing guidance on the pharmacy benefit and the plan benefit package to organizations seeking to participate as integrated care organizations (ICOs) in Michigan's integrated care demonstration. This guidance may be used to prepare entries into the Centers for Medicare and Medicaid Services (CMS) Health Plan Management System (HPMS) for Michigan.

<u>Pharmacy</u>

Michigan's integrated care demonstration will include all drugs covered under Medicare Parts B and D. In addition, Michigan will also cover in its demonstration the attached list of additional drugs that are excluded from Part D and are covered as part of the Medicaid benefit in Michigan (e.g., over-the-counter medications (OTCs), select prescription vitamins and smoking cessation products).

For demonstration purposes, co-payments for people residing in a nursing facility will continue to be \$0. Enrollees in the demonstration will not be subject to any Part D premiums but may continue to be subject to standard LIS copayment levels for Part D. These policies must be identified in the ICO member handbook and be available at the time of beneficiary enrollment and must be consistent with current Medicare rules.

Plan Benefit Package

MDCH is developing its guidance for the Plan Benefit Package that will be entered into HPMS and will communicate information regarding state specific benefit requirements in the near future. This guidance will be made available ahead of the June 3, 2013 deadline for entering benefits into HPMS by the potential bidders.

If you have questions regarding this notice, you may contact us via our email box at IntegratedCare@michigan.gov.

Susan Yontz, Director Integrated Care Division Michigan Dept. of Community Health